

# **STATEMENT of GENERAL FUND CASH RECEIPTS and DISBURSEMENTS**

**September 2008**



**JOHN CHIANG**  
California State Controller



**JOHN CHIANG**  
California State Controller

October 8, 2008

Users of the Statement of General Fund Cash Receipts and Disbursements:

Enclosed is the Statement of General Fund Cash Receipts and Disbursements for the period September 1, 2008 through September 30, 2008. This statement reflects the State of California's General Fund cash position and compares actual receipts and disbursements for the 2008-09 fiscal year to cash flow estimates prepared by the Department of Finance for the 2008-09 Budget Act. The statement is prepared in compliance with Provision 9 of Budget Act item 0840-001-0001, using records compiled by the State Controller.

Since April 2008, a portion of the Public Schools K-12 payment, Revenue Anticipation Notes (RAN) interest and partial principal payments, and certain other General Fund payments were made by the General Cash Revolving Fund (GCRF) pursuant to Government Code section 16381. Opening the GCRF provides the State with cash management flexibility in the event it becomes necessary to issue a Registered Reimbursement Warrant (commonly referred to as a "RAW"). The establishment of the GCRF does NOT signal that the need for a RAW is inevitable. Rather, it is a precautionary step intended to optimize options for the State to fully meet its payment obligations under even the most difficult of circumstances. The GCRF amounts have been combined with the General Fund for reporting purposes because they represent General Fund type activities (see Attachment A for details).

These statements are also available on the Internet at the State Controller's website at [www.sco.ca.gov](http://www.sco.ca.gov) under the category Monthly Cash Reports.

Any questions concerning this report may be directed to Michael Carter, Chief Operating Officer, at (916) 552-8080.

Sincerely,

*Original signed by,*

JOHN CHIANG  
California State Controller

**STATEMENT OF GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS**  
**A Comparison of Actual to 2008-09 Budget Act Estimates**  
**(Amounts in thousands)**

	July 1 through September 30				2007 Actual
	2008		Actual Over or (Under) Estimate		
	Actual	Estimate (a)	Amount	%	
<b>GENERAL FUND BEGINNING CASH BALANCE</b>	\$ -	\$ -	\$ -	-	\$ 2,462,023
Add Receipts:					
Revenues	21,479,754	21,479,754	-	-	21,717,256
Nonrevenues	344,332	344,332	-	-	871,755
Total Receipts	21,824,086	21,824,086	-	-	22,589,011
Less Disbursements:					
State Operations	7,212,814 (d)	7,212,814	-	-	7,610,757
Local Assistance	19,097,968 (d)	19,097,968	-	-	23,962,986
Capital Outlay	384,100 (d)	384,100	-	-	45,894
Nongovernmental	836,268 (d)	836,268	-	-	1,130,025
Total Disbursements	27,531,150	27,531,150	-	-	32,749,662
Receipts Over / (Under) Disbursements	(5,707,064)	(5,707,064)	-	-	(10,160,651)
Net Increase / (Decrease) in Temporary Loans	5,707,064	5,707,064	-	-	7,698,628
<b>GENERAL FUND ENDING CASH BALANCE</b>	-	-	-	-	-
Special Fund for Economic Uncertainties	-	-	-	-	-
<b>TOTAL CASH</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>BORROWABLE RESOURCES</b>					
Available Borrowable Resources	\$ 14,754,646 (e)	\$ 14,754,646	\$ -	-	\$ 16,180,976
Outstanding Loans (b)	7,158,822 (d)	7,158,822	-	-	7,698,628
Unused Borrowable Resources	\$ 7,595,824	\$ 7,595,824	\$ -	-	\$ 8,482,348

General Note:

This report is based upon funded cash. Funded cash is cash reported to and recorded in the records of the State Controller's Office. Amounts reported as funded cash may differ from amounts in other reports to the extent there are timing differences in the recording of in-transit items.

Footnotes:

- (a) A Statement of Estimated Cash Flow for the 2008-09 fiscal year prepared by the Department of Finance for the 2008-09 Budget Act. Any projections or estimates are set forth as such and not as representations of fact.
- (b) Outstanding loan balance is comprised of \$7.2 billion of internal borrowing.
- (c) Any negative balances are the result of repayments received that are greater than disbursements made.
- (d) The General Cash Revolving Fund (GCRF) disbursements and loans have been combined with the General Fund for reporting purposes because they represent major General Fund type activities. See Attachment A for details.
- (e) Additional funds of \$492 million were identified as borrowable and are included in the actual Available Borrowable Resources.
- (f) Due to the Budget Act being enacted late in the month of September, the \$1.0 billion Advance to Medi-Cal Provider Interim Payment will be repaid in October. Consequently, the disbursements for Local Assistance Medical Assistance program will increase by the same amount in October.

**SCHEDULE OF CASH RECEIPTS**

(Amounts in thousands)

	Month of September		July 1 through September 30				
	2008	2007	2008		2007		
			Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual
				Amount	%		
<b>REVENUES</b>							
Alcoholic Beverage Excise Tax	\$ 26,560	\$ 28,131	\$ 90,788	\$ 90,788	\$ -	-	\$ 91,454
Corporation Tax	1,821,625	2,307,052	2,238,641	2,238,641	-	-	2,760,484
Cigarette Tax	1,855	10,978	28,405	28,405	-	-	39,231
Estate, Inheritance, and Gift Tax	264	1,062	2,590	2,590	-	-	3,447
Insurance Companies Tax	433,102	425,683	547,343	547,343	-	-	549,759
Personal Income Tax	5,556,451	5,582,808	11,406,607	11,406,607	-	-	11,452,980
Retail Sales and Use Taxes	2,110,098	2,038,416	6,246,752	6,246,752	-	-	6,506,328
Pooled Money Investment Interest	22,009	53,047	80,610	80,610	-	-	123,223
Not Otherwise Classified	109,292	98,652	838,018	838,018	-	-	190,350
<b>Total Revenues</b>	<b>10,081,256</b>	<b>10,545,829</b>	<b>21,479,754</b>	<b>21,479,754</b>	-	-	<b>21,717,256</b>
<b>NONREVENUES</b>							
Transfers from Special Fund for Economic Uncertainties	-	-	245,821	245,821	-	-	12,000
Transfers from Other Funds	7,174	26,944	61,119	61,119	-	-	690,975
Miscellaneous	6,005	134,387	37,392	37,392	-	-	168,780
<b>Total Nonrevenues</b>	<b>13,179</b>	<b>161,331</b>	<b>344,332</b>	<b>344,332</b>	-	-	<b>871,755</b>
<b>Total Receipts</b>	<b>\$ 10,094,435</b>	<b>\$ 10,707,160</b>	<b>\$ 21,824,086</b>	<b>\$ 21,824,086</b>	<b>\$ -</b>	<b>-</b>	<b>\$ 22,589,011</b>

See notes on page 1.

**SCHEDULE OF CASH DISBURSEMENTS**

(Amounts in thousands)

	Month of September		July 1 through September 30				
			2008		2007		
	2008	2007	Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual
				Amount	%		
<b>STATE OPERATIONS (c)</b>							
Legislative/Judicial/Executive	\$ 185,109	\$ 194,346	\$ 479,138	\$ 479,138	\$ -	-	\$ 530,244
State and Consumer Services	42,493	71,686	136,036	136,036	-	-	167,763
Business, Transportation and Housing Resources	102	(2,978)	2,435	2,435	-	-	4,319
Environmental Protection Agency	191,436	98,997	503,358	503,358	-	-	360,808
Health and Human Services:							
Health Services	604	9,620	8,628	8,628	-	-	17,899
Mental Health	45,071	49,253	154,359	154,359	-	-	133,208
Other Health and Human Services	94,899	94,242	282,576	282,576	-	-	274,372
Education:	95,020	2,520	331,939	331,939	-	-	229,284
University of California	212,414	269,110	776,678 (d)	776,678	-	-	852,821
State Universities and Colleges	325,177	321,565	919,277	919,277	-	-	908,532
Other Education	22,815	28,693	64,259	64,259	-	-	74,470
Dept. of Corrections and Rehabilitation	748,187	563,683	2,412,641	2,412,641	-	-	2,093,744
General Government	174,721	766,268	286,207 (d)	286,207	-	-	1,045,304
Public Employees Retirement System	(148,592)	(138,961)	(8,130) (d)	(8,130)	-	-	3,121
Debt Service	479,815	457,389	863,055 (d)	863,055	-	-	914,868
Interest on Loans	-	-	358	358	-	-	-
<b>Total State Operations</b>	<b>2,469,271</b>	<b>2,785,433</b>	<b>7,212,814</b>	<b>7,212,814</b>	<b>-</b>	<b>-</b>	<b>7,610,757</b>
<b>LOCAL ASSISTANCE (c)</b>							
Public Schools - K-12	3,506,500	4,399,414	9,474,746 (d)	9,474,746	-	-	10,962,011
Community Colleges	29,322	480,915	250,537 (d)	250,537	-	-	1,342,852
Debt Service-School Building Bonds	-	-	-	-	-	-	-
Contributions to State Teachers' Retirement System	-	500,000	133,901 (d)	133,901	-	-	1,246,855
Other Education	641,814	562,071	858,328	858,328	-	-	1,120,807
Dept. of Corrections and Rehabilitation	30,761	17,371	58,269	58,269	-	-	45,328
Dept. of Alcohol and Drug Program	(6,316)	17,187	38,374	38,374	-	-	36,462
Dept. of Health Services:							
Medical Assistance Program (f)	2,074,764	2,001,570	2,922,315 (d)	2,922,315	-	-	3,667,657
Other Health Services	61,371	1,130	92,018 (d)	92,018	-	-	73,218
Dept. of Developmental Services	742,973	198,236	824,739	824,739	-	-	1,013,289
Dept. of Mental Health	124,372	(26,452)	204,494	204,494	-	-	331,066
Dept. of Social Services:							
SSI/SSP/IHSS	695,513	468,056	1,936,726 (d)	1,936,726	-	-	1,760,752
CalWORKs	1,169,590	350,647	1,243,211 (d)	1,243,211	-	-	1,024,199
Other Social Services	309,970	88,292	340,286	340,286	-	-	376,707
Tax Relief	132	139,639	1,851	1,851	-	-	140,836
Other Local Assistance	388,826	353,489	718,173 (d)	718,173	-	-	820,947
<b>Total Local Assistance</b>	<b>9,769,592</b>	<b>9,551,565</b>	<b>19,097,968</b>	<b>19,097,968</b>	<b>-</b>	<b>-</b>	<b>23,962,986</b>

See notes on page 1.

(Continued)

**SCHEDULE OF CASH DISBURSEMENTS (Continued)**

(Amounts in thousands)

	Month of September		July 1 through September 30				
	2008	2007	2008		2007		
			Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual
				Amount	%		
<b>CAPITAL OUTLAY</b>	<b>3,452</b>	<b>15,478</b>	<b>384,100</b> (d)	<b>384,100</b>	-	-	<b>45,894</b>
<b>NONGOVERNMENTAL (c)</b>							
Transfer to Special Fund for Economic Uncertainties	-	-	-	-	-	-	-
Transfer to Budget Stabilization Account	-	1,022,621	-	-	-	-	1,022,621
Transfer to Other Funds	(15,867)	-	455,255 (d)	455,255	-	-	423,701
Transfer to Revolving Fund	(9,001)	99,739	(50,514)	(50,514)	-	-	59,305
Advance:							
Medi-Cal Provider Interim Payment (f)	-	(1,000,000)	1,000,000	1,000,000	-	-	-
State-County Property Tax Administration Program	(31,309)	(9,964)	(10,103)	(10,103)	-	-	13,590
Social Welfare Federal Fund	500	23,901	(8,577)	(8,577)	-	-	(7,681)
Tax Relief and Refund Account	-	79,700	-	-	-	-	79,700
Counties for Social Welfare	(549,793)	-	(549,793)	(549,793)	-	-	(461,211)
<b>Total Nongovernmental</b>	<b>(605,470)</b>	<b>215,997</b>	<b>836,268</b>	<b>836,268</b>	-	-	<b>1,130,025</b>
<b>Total Disbursements</b>	<b>\$ 11,636,845</b>	<b>\$ 12,568,473</b>	<b>\$ 27,531,150</b>	<b>\$ 27,531,150</b>	<b>\$ -</b>	<b>-</b>	<b>\$ 32,749,662</b>
<b>TEMPORARY LOANS</b>							
Special Fund for Economic Uncertainties	\$ -	\$ -	\$ 679,895 (d)	\$ 679,895	\$ -	-	\$ 1,609,514
Budget Stabilization Account	-	1,022,621	-	-	-	-	1,494,391
Other Internal Sources	1,203,560	838,624	5,027,169 (d)	5,027,169	-	-	4,594,723
Revenue Anticipation Notes	-	-	-	-	-	-	-
Net Increase / (Decrease) Loans	<b>\$ 1,203,560</b>	<b>\$ 1,861,245</b>	<b>\$ 5,707,064</b>	<b>\$ 5,707,064</b>	<b>\$ -</b>	<b>-</b>	<b>\$ 7,698,628</b>

See notes on page 1.

(Concluded)

**COMPARATIVE STATEMENT OF REVENUES RECEIVED**  
**All Governmental Cost Funds**  
**(Amounts in thousands)**

	July 1 through September 30			
	General Fund		Special Funds	
	2008	2007	2008	2007
<b>MAJOR TAXES, LICENSES, AND INVESTMENT INCOME:</b>				
Alcoholic Beverage Excise Taxes	\$ 90,788	\$ 91,454	\$ -	\$ -
Corporation Tax	2,238,641	2,760,484	-	-
Cigarette Tax	28,405	39,231	241,659	323,810
Estate, Inheritance, and Gift Tax	2,590	3,447	-	-
Insurance Companies Tax	547,343	549,759	-	-
Motor Vehicle Fuel Tax:				
Gasoline Tax	-	-	686,966	735,862
Diesel & Liquid Petroleum Gas	-	-	123,281	153,494
Jet Fuel Tax	-	-	825	720
Vehicle License Fees	-	-	571,887	604,721
Motor Vehicle Registration and Other Fees	-	-	769,351	740,589
Personal Income Tax	11,406,607	11,452,980	204,615	205,131
Retail Sales and Use Taxes	6,246,752	6,506,328	1,961,777	997,109
Pooled Money Investment Interest	80,610	123,223	427	555
<b>Total Major Taxes, Licenses, and Investment Income</b>	<b>20,641,736</b>	<b>21,526,906</b>	<b>4,560,788</b>	<b>3,761,991</b>
<b>NOT OTHERWISE CLASSIFIED:</b>				
Alcoholic Beverage License Fee	1,140	1,075	15,475	13,985
Electrical Energy Tax	-	-	168,183	150,140
Private Rail Car Tax	-	(5)	-	-
Penalties on Traffic Violations	-	-	16,695	17,292
Health Care Receipts	8,191	1,665	-	-
Revenues from State Lands	184,396	67,326	-	-
Abandoned Property	322,394	(97,451)	-	-
Trial Court Revenues	18,132	16,576	285,948	267,593
Horse Racing Fees	794	574	7,993	8,702
Miscellaneous	302,971	200,590	1,724,042	1,788,625
Not Otherwise Classified	<b>838,018</b>	<b>190,350</b>	<b>2,218,336</b>	<b>2,246,337</b>
<b>Total Revenues, All Governmental Cost Funds</b>	<b>\$ 21,479,754</b>	<b>\$ 21,717,256</b>	<b>\$ 6,779,124</b>	<b>\$ 6,008,328</b>

See notes on page 1.

**GENERAL CASH REVOLVING FUND  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS  
(Amounts in thousands)  
Attachment A**

	<u>Prior Year and July 1 through August 31, 2008</u>	<u>Month of September 2008</u>	<u>Prior Year and July 1 through September 30, 2008</u>
<b>GENERAL CASH REVOLVING FUND BEGINNING CASH BALANCE</b>	\$ -	\$ -	\$ -
Add Receipts:			
Special Fund Loans	4,631,762	(49,740)	4,582,022
Pooled Money Investment Account Loans	<u>1,323,500</u>	<u>1,253,300</u>	<u>2,576,800</u>
Total Receipts	5,955,262	1,203,560	7,158,822
Less Disbursements:			
State Operations			
Education:			
University of California	-	194,188	194,188
General Government	43,064	-	43,064
Public Employees Retirement System	430,716	-	430,716
Debt Service	102,967	66,500	169,467
Interest on Loans	<u>185,888</u>	<u>-</u>	<u>185,888</u>
Total State Operations	762,635	260,688	1,023,323
Local Assistance			
Public Schools K-12	3,563,445	-	3,563,445
Community Colleges	199,925	-	199,925
State Teachers' Retirement System	133,901	-	133,901
Dept of Health Services:			
Medical Assistance Program	133,927	170,922	304,849
Other Health Services	-	28,719	28,719
Dept of Social Services:			
SSI/SSP/IHSS	213,233	330,550	543,783
CalWORKS	-	412,681	412,681
Other Local Assistance	<u>153,983</u>	<u>-</u>	<u>153,983</u>
Total Local Assistance	4,398,414	942,872	5,341,286
Capital Outlay			
Business, Transportation & Housing	206,454	-	206,454
Nongovernmental			
Transfer to Other Funds	438,388	-	438,388
Temporary Loans			
RAN Partial Principal	<u>149,371</u>	<u>-</u>	<u>149,371</u>
Total Disbursements	<u>5,955,262</u>	<u>1,203,560</u>	<u>7,158,822</u>
<b>GENERAL CASH REVOLVING FUND ENDING CASH BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>